

**UNIFIED SCHOOL DISTRICT NUMBER 290**  
**Ottawa, Kansas**

FINANCIAL STATEMENTS  
AND  
INDEPENDENT AUDITOR'S REPORT

June 30, 2014

**UNIFIED SCHOOL DISTRICT NUMBER 290**  
**Ottawa, Kansas**

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**Ottawa, Kansas**

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## INDEPENDENT AUDITOR'S REPORT

Board of Education  
Unified School District Number 290  
Ottawa, Kansas

### Report on Financial Statements

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District Number 290, Ottawa, Kansas as of and for the year ended June 30, 2014, and the related notes to the financial statement.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with *Kansas Municipal Audit and Accounting Guide* as described in Note C to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the *Kansas Municipal Audit and Accounting Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinions

#### *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note C of the financial statement, the financial statement is prepared by the Unified School District Number 290 to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note C and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

#### *Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District Number 290, Ottawa, Kansas, as of June 30, 2014, or changes in financial position and cash flows thereof for the year then ended.



### ***Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District Number 290, Ottawa, Kansas, as of June 30, 2014, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note C.

### **Other Matters**

#### ***Report on Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditure-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds, schedule of regulatory basis receipts, expenditures and unencumbered cash-district activity funds and schedule of regulatory basis receipts, expenditures-related municipal entity (Schedules 1, 2, 3, 4 and 5 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompanying Schedule of Expenditures of Federal Awards is also presented for purposes of additional analysis as required by *U.S. Office of Management and Budget Circular A-133 Audits of States, Local Governments and Non-Profit Organizations* and is also not a required part of the financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, information is fairly stated, in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note C.

#### ***Other reporting required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 20, 2014, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

#### ***Prior Year Comparative***

The 2013 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2014 basic financial statement upon which we have rendered an unmodified opinion dated November 20, 2014. The 2013 basic financial statement and our accompanying report are not presented herein, but available in electronic form from the web site of the Kansas Department of Administration at the following link <http://da.ks.gov/ar/muniserv/>. Such 2013 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used into prepare the 2013 basic financial statement. The 2013 comparative information was subjected to the auditing procedures applied in the audit of the 2013 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2013 basic financial statement or to the basic financial statements itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2013 comparative information is fairly stated in all material respects in relation to the 2014 basic financial statement as a whole, on the basis of accounting described in Note C.

*Gyler & Gaddert, Chartered*

November 20, 2014  
Ottawa, Kansas

**Unified School District Number 290**  
**Ottawa, Kansas**

*SUMMARY OF CASH RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH  
For the Year Ended June 30, 2014*

	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Cancelled Encumbrances</u>
<b>Governmental Type Funds</b>		
<b>General Funds</b>		
General Fund	\$ 0	\$ 0
Supplemental General	257,888	0
<b>Special Purpose Funds</b>		
Adult Education	42,417	0
4 Year Old At Risk	3,182	0
K-12 At Risk	150,000	0
Bilingual Education	0	0
Virtual Education	6,096	0
Capital Outlay	4,315,891	0
Drivers Education	43,160	0
Food Service	150,994	0
Professional Development	151,260	0
Parents as Teachers	10,900	0
Special Education	1,778,045	0
Career & Technology Education Coop	28,769	0
KPERS Contribution	0	0
Contingency Reserve	1,242,120	0
Textbook	288,534	0
OMS After School Program	(11,124)	0
Youth Friends	56	0
CIS Salaries	734	0
Linc/EF After School	1,047	0
21st Century	(11,919)	0
Title VI B Discretionary Project	0	0
Title I	(3,090)	0
Title IIA	0	0
Title I - Focus	0	0
School Grants	28,240	0
McKinney-Vento	0	0
Carl Perkins Improvement Grant	0	0
Carl Perkins Reserve	0	0
District activity funds	21,683	0

The accompanying notes are an integral part of this statement.

<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
\$ 15,140,982	\$ 15,140,982	\$ 0	\$ 92,576	\$ 92,576
5,087,838	4,987,588	358,138	18,091	376,229
53,632	58,200	37,849	0	37,849
70,000	72,633	549	1,844	2,393
2,647,150	2,629,862	167,288	1,417	168,705
57,000	56,429	571	37	608
75,903	81,602	397	0	397
715,137	3,633,374	1,397,654	2,750,220	4,147,874
19,690	30,860	31,990	0	31,990
1,073,343	1,035,927	188,410	3,778	192,188
95,000	97,109	149,151	12,534	161,685
10,900	10,900	10,900	0	10,900
3,761,613	3,754,381	1,785,277	7,444	1,792,721
790,836	689,648	129,957	8,056	138,013
1,613,518	1,613,518	0	0	0
0	44,697	1,197,423	0	1,197,423
252,616	256,372	284,778	13,696	298,474
136,303	119,386	5,793	5,709	11,502
0	56	0	0	0
97,506	98,240	0	0	0
197,645	183,873	14,819	0	14,819
152,847	135,380	5,548	0	5,548
21,229	21,229	0	7,697	7,697
528,200	525,110	0	86	86
120,454	120,454	0	0	0
22,163	22,163	0	0	0
6,735	16,042	18,933	385	19,318
13,145	13,145	0	475	475
22,615	22,615	0	1,777	1,777
7,900	7,900	0	0	0
125,018	125,273	21,428	0	21,428

The accompanying notes are an integral part of this statement.

**Unified School District Number 290**  
**Ottawa, Kansas**

*SUMMARY OF CASH RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH*  
For the Year Ended June 30, 2014

	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances
<b>Bond and Interest Funds</b>		
Bond and Interest	\$ 3,434,285	\$ 0
Cost of Issuance	32,837	0
<b>Trust Funds</b>		
<b>Expendable Trusts</b>		
Scholarship Funds	63,326	0
<b>Nonexpendable Trusts</b>		
Hazelton Library	<u>44,847</u>	<u>0</u>
Total for the school district	12,070,178	0
<b>Related Municipal Entity</b>		
Communities in Schools/Ottawa Public Education Trust	<u>46,862</u>	<u>0</u>
Total reporting entity (excluding agency funds)	\$ <u><u>12,117,040</u></u>	\$ <u><u>0</u></u>

The accompanying notes are an integral part of this statement.



<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
\$ 2,675,557 0	\$ 2,738,109 29,000	\$ 3,371,733 3,837	\$ 0 0	\$ 3,371,733 3,837
186	3,092	60,420	0	60,420
<u>137</u>	<u>0</u>	<u>44,984</u>	<u>0</u>	<u>44,984</u>
35,592,798	38,375,149	9,287,827	2,925,822	12,213,649
<u>125,059</u>	<u>127,627</u>	<u>44,294</u>	<u>0</u>	<u>44,294</u>
\$ <u><u>35,717,857</u></u>	\$ <u><u>38,502,776</u></u>	\$ <u><u>9,332,121</u></u>	\$ <u><u>2,925,822</u></u>	\$ <u><u>12,257,943</u></u>

**Composition of ending statutory cash:**

Checking accounts	\$ 1,841,895
Money market accounts	4,253,530
Certificates of Deposit	6,096,795
Component unit checking accounts	44,294
Activity fund checking accounts	<u>134,804</u>
Total cash	12,371,318
Agency funds per Statement 3	<u>(113,375)</u>
Total reporting entity (excluding agency funds)	\$ <u><u>12,257,943</u></u>

The accompanying notes are an integral part of this statement.

**Unified School District Number 290**  
**Ottawa, Kansas**

**NOTES TO FINANCIAL STATEMENT**  
June 30, 2014

**NOTE A. MUNICIPAL REPORTING ENTITY**

The District is a municipal corporation governed by an elected seven member commission. This financial statement presents Unified School District Number 290 (the municipality), and includes the financial statement of the Communities in Schools/Ottawa Public Education Trust which is a related municipal entity.

**Communities in Schools/Ottawa Public Education Trust** is a not-for-profit corporation formed under the laws of the State of Kansas. The entity benefits the District's students providing such services as an after-school program. Communities in Schools/Ottawa Public Education Trust also operates Youth Friends, Impact Grant, and 21<sup>st</sup> Century, which are all accounted for as funds within the District's financial statements.

**Ottawa Recreation Commission** is a joint recreation system established by the District and the City of Ottawa, Kansas, in accordance with K.S.A. 12-1925. The Commission oversees recreational activities. The tax funds for the operation of the Commission are levied by the District and are remitted directly to the Commission by the County. Bond issues for the Commission must be approved by the District. The Commission can sue and be sued. The acquisition of real property by the Commission must be approved by the District. The Commission as a related municipal entity is not included in these financial statements. The Recreation Commission has a separate audit performed. Audited financial statements of the Recreation Commission can be obtained at the Recreation Commission office.

**NOTE B. REGULATORY BASIS FUND TYPES**

The accounts of the District are organized and operated on the basis of funds. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The District potential could have the following types of funds.

**General Fund** – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

**Special Purpose Funds** – used to account for the proceeds of specific tax levies and other specific revenues sources (other than Capital Project and tax levies for long-term debt) that are intended for specific purposes.

**Bond and Interest Fund** – used to account for the accumulation of resources, including tax levies, transfers from other funds and used to make payments of general long-term debt.

**Capital Project Fund** – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment. The District did not have any capital project funds for the current year.

**Business Fund** – funds financed in whole or part by fees charged to users of goods or services (i.e. enterprise and internal service funds etc.). The District did not have any business funds for the current year.

**Trust fund** – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

**Agency fund** – funds used to report assets held by the municipal reporting entity in purely a custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

**NOTE C. BASIS OF ACCOUNTING**

*Regulatory Basis of Accounting and departure from Accounting Principles Generally Accepted in the United States of America* - The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments on a regulatory basis for each fund, and the reporting

**Unified School District Number 290**  
**Ottawa, Kansas**

**NOTES TO FINANCIAL STATEMENT**  
**For the Year Ended June 30, 2014**

**NOTE C. BASIS OF ACCOUNTING - continued**

of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligations against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt assignment to a fund, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than mentioned above.

District has approved a resolution that it is in compliance with K.S.A. 75-1120a (c) waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

**NOTE D. BUDGETARY INFORMATION**

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), and bond and interest funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget.
3. Public hearing at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were two such budget amendments for this year, Virtual Fund, and Special Education Fund.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

**Adjustment to Comply with Legal Max** – Unified school districts should use this line item (for use in the budget column only) to adjust the certified budget to comply with the “Legal Max” budget. The State Board of Education calculates the “Legal Max” budget using enrollment figures. The District’s budgeted expenditures are limited to the lower of the published budget or the “Legal Max” budget.

**Adjustment for Qualifying Budget Credits** – Districts may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

All legal annual operating budgets are prepared using the regulatory basis of accounting in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year’s accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

**Unified School District Number 290**  
**Ottawa, Kansas**

**NOTES TO FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2014**

**NOTE D. BUDGETARY INFORMATION -- continued**

A legal operating budget is not required for the following special purpose funds:

Contingency Reserve Fund	Textbook Fund	OMS After School Program
Youth Friends	Impact Grant	LINC/EF After School
21 <sup>st</sup> Century	Title IVB Discretionary Project	Title I
Title IIA	Title I-Focus	School Grant
McKinney-Vento	Carl Perkins Improvement Grant	Carl Perkins Improvement Reserve
Cost of Issuance	Scholarship Fund	Hazleton Library

Spending in funds which are not subject to the legal annual operating budget requirements is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing board.

**NOTE E. DEPOSITS AND INVESTMENTS**

Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at cost.

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the bank to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. Government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices. The District rates investments (if any) as noted.

*Concentration of credit risk* - State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District has no investments other than money markets and certificates of deposit.

*Custodial credit risk -- deposits:* Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Boston, or the Federal Home Loan Bank of Des Moines, except during designated "peak periods" when required coverage is 50%. There were no designated "peak periods" during the year. All bank deposits were legally secured at June 30, 2014.

At June 30, 2014, the carrying amount of the District's bank deposits was \$12,213,649 (which includes petty cash funds) and the bank balance was \$13,014,505. The bank balance was held by four banks reducing concentration risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, \$650,841 was covered by federal depository insurance, and \$12,363,664 was collateralized with securities held by the pledging financial institution's agents in the District's name.

Related municipal entity has bank deposits of \$44,294 and a bank balance of \$46,115 which is covered by federal depository insurance as of June 30, 2014.

*Custodial credit risk -- investments:* For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments be adequately secured.

**Unified School District Number 290**  
**Ottawa, Kansas**

**NOTES TO FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2014**

**NOTE F. IN-SUBSTANCE PAYMENTS**

The District received \$1,269,085 subsequent to June 30, 2014 and is required by K.S.A. 72-6417 and 72-6434 that the receipt be recorded as in-substance receipt in transit and included as a receipt for the year ended June 30, 2014.

**NOTE G. LONG-TERM DEBT**

Changes in long-term liabilities for the year ended June 30, 2014 were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>
<b>General Obligation Bonds</b>				
Series 2004				
Refinancing	3.36	% 2/1/2004	9,445,000	9/1/2017
Series 2005				
New Elementary School/ School Improvements	3.00-4.50	% 1/15/2005	25,900,000	9/1/2025
Series 2012				
Refinancing	2.19	% 3/15/2012	8,855,000	9/1/2023
Series 2013				
Refinancing	2.24	% 1/10/2013	11,675,000	9/1/2025
Series 2013 - B				
Refinancing	1.27	% 6/27/2013	3,885,000	9/1/2017
<b>Capital Leases</b>				
Toshiba Financial Services				
Copier Equipment	0.00	% 9/28/2011	804,901	12/28/2016
Midwest Bus Sales				
2 passenger buses	2.50	% 7/15/2013	163,214	7/15/2016
Bank of the West				
Special Ed. Bus	0.00	% 10/1/2013	67,950	10/1/2015

**Unified School District Number 290**  
**Ottawa, Kansas**

**NOTES TO FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2014

**NOTE G. LONG-TERM DEBT - continued**

Issue	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
<b>General Obligation Bonds</b>						
Series 2004						
Refinancing	\$ 865,000	\$ 0	\$ 865,000	\$ (865,000)	\$ 0	\$ 85,253
Series 2005						
New Elementary School/ School Improvements	1,805,000	0	855,000	(855,000)	950,000	64,600
Series 2012						
Refinancing	8,825,000	0	40,000	(40,000)	8,785,000	261,250
Series 2013						
Refinancing	11,675,000	0	0	0	11,675,000	514,093
Series 2013 - B						
Refinancing	3,885,000	0	0	0	3,885,000	52,663
	<u>27,055,000</u>	<u>0</u>	<u>1,760,000</u>	<u>(1,760,000)</u>	<u>25,295,000</u>	<u>977,859</u>
<b>Capital Leases</b>						
Toshiba Financial Services						
Copier Equipment	486,548	0	135,781	(135,781)	350,767	0
Midwest Bus Sales						
2 passenger buses	0	163,214	54,405	108,809	108,809	1,360
Bank of the West						
Special Ed. Bus	0	67,950	22,650	45,300	45,300	506
	<u>486,548</u>	<u>231,164</u>	<u>212,836</u>	<u>18,328</u>	<u>504,876</u>	<u>1,866</u>
Total long-term Debt	<u>\$ 27,541,548</u>	<u>\$ 231,164</u>	<u>\$ 1,972,836</u>	<u>\$ (1,741,672)</u>	<u>\$ 25,799,876</u>	<u>\$ 979,725</u>

Current maturities of long-term debt and interest for the next five years and in five year increments through their maturity are as follows:

<b>Principal:</b>	2015	2016	2017	2018	2019
General obligation bonds	\$ 1,895,000	\$ 1,990,000	\$ 2,120,000	\$ 2,275,000	\$ 1,665,000
Capital Lease	212,836	212,836	79,204	0	0
<b>Interest:</b>					
General obligation bonds	803,150	740,150	678,200	611,350	543,800
Capital Lease	1,866	1,866	0	0	0
Total principal and interest	<u>\$ 2,912,852</u>	<u>\$ 2,944,852</u>	<u>\$ 2,877,404</u>	<u>\$ 2,886,350</u>	<u>\$ 2,208,800</u>

**Unified School District Number 290**  
**Ottawa, Kansas**

**NOTES TO FINANCIAL STATEMENTS**  
For the Year Ended June 30, 2014

**NOTE G. LONG-TERM DEBT - continued**

<b>Principal:</b>	<u>2020-2024</u>	<u>2025-2026</u>	<u>Total</u>
General obligation bonds	\$ 10,255,000	\$ 5,095,000	\$ 25,295,000
Capital Lease	0	0	504,876
<b>Interest:</b>			
General obligation bonds	1,834,675	207,300	5,418,625
Capital Lease	<u>0</u>	<u>0</u>	<u>3,732</u>
<b>Total principal and interest</b>	<u>\$ 12,089,675</u>	<u>\$ 5,302,300</u>	<u>\$ 31,222,233</u>

The District is subject to statutes of the State of Kansas that limits the net bonded debt. The debt outstanding may not exceed 14% of the assessed value of all tangible property within the District unless additional authority is granted by the Kansas State Board of Education. The amount of bonds outstanding is computed exclusive of certain bonds specifically exempted from this limitation. At June 30, 2014 the statutory limit for the District was \$16,499,069.

The outstanding bond principal was \$25,295,000. This represents excess indebtedness of \$8,795,931. The District has received approval from the Kansas State Board of Education to exceed the general bond debt limitation.

**Defeasance of Debt**

The District issued bonds in the amount of \$8,855,000 during the year ended June 30, 2012 and \$15,560,000 during the year ended June 30, 2013. The proceeds from these bonds were placed in a trust to provide for the future debt service payments on General obligation bonds Series 2004 and 2005. The trust account and the defeased bonds are not included in the District's financial statements. At June 30, 2014, the following outstanding bonds are considered defeased:

General Obligation Bond Series 2005	\$20,750,000
-------------------------------------	--------------

**NOTE H. INTERFUND TRANSFERS**

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Statutory Authority</u>	<u>Amount</u>
<b>Operating Transfers:</b>			
General Fund	Special Education	K.S.A. 72-6428	\$ 2,447,902
General Fund	At Risk	K.S.A. 72-6428	2,007,052
General Fund	Contingency Reserve	K.S.A. 72-6428	42,218
General Fund	Career & Technology Education Coop	K.S.A. 72-6428	81,000
General Fund	Virtual Education	K.S.A. 72-6428	75,609
General Fund	Text Book	K.S.A. 72-6428	40,000
General Fund	Professional Development	K.S.A. 72-6428	40,000
Supplemental General	Bilingual Education	K.S.A. 72-6433	57,000
Supplemental General	Professional Development	K.S.A. 72-6433	55,000
Supplemental General	Parents as Teachers	K.S.A. 72-6433	10,900
Supplemental General	Textbook	K.S.A. 72-6433	160,000
Supplemental General	K-12 At Risk	K.S.A. 72-6433	581,680
Supplemental General	4 Year Old At Risk	K.S.A. 72-6433	70,000
Supplemental General	Career & Technology Education Coop	K.S.A. 72-6433	500,000
Supplemental General	Special Education	K.S.A. 72-6433	676,220
Contingency Reserve	Food Service	K.S.A. 72-6433	149

**Unified School District Number 290**  
**Ottawa, Kansas**

NOTES TO FINANCIAL STATEMENTS  
For the Year Ended June 30, 2014

**NOTE I. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS**

**Other Post Employment Benefits:** As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retiree's health insurance plan because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been qualified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

**Flexible Benefit Plan (I.R.C. Section 125):** The Board adopted by resolution a salary-reduction flexible benefit plan ("Plan") under Section 125 of the Internal Revenue Code. All employees of the District with 17.5 hours of service or more each week are eligible to participate in the Plan beginning the first day of the month following their employment. Each participant may elect to reduce his or her salary to purchase benefits offered through the Plan. Currently, benefits offered through the Plan include health insurance (must have 30 hours per week to be eligible) and life insurance, dependent care coverage and a medical reimbursement plan.

**Deferred Compensation Plan:** The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The Plans, available to all District employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Investments are managed by the plan trustees under one of various pools of investment options offered by Security Distributors, Inc.

**Compensated Absences:** At the beginning of each school year, full-time certified staff members are credited with 10 days of leave. The unused portion of which accumulates up to a total of 110 days. Certified staff may use all or any portion of their leave for personal illness or disability. Upon retirement or death, payment equal to one-half of the substitute pay per day will be made to the employee or beneficiary for accumulated sick leave. When an employee has accumulated 100 days of sick leave a block of 10 days may be sold back to the District for payment equal to one-half of the substitute pay per day.

Employees leaving the district shall be paid for accrued vacation time at the employee's regular daily rate of pay. Employees earning 15-20 vacation days may carry up to 10 days forward. This carry-over amount must be used by December 31, of that fiscal year.

Full-time classified employees accrue vacation time at the end of each fiscal year worked or portion thereof as follows.

After 1 year	One week (5 days)
After 2 years	Two weeks (10 days)
After 5 years	Three weeks (15 days)
After 15 years	Four weeks (20 days)

A maximum of two days of paid personal business or emergency leave may be granted each year subject to the approval of the superintendent or designee.

At the end of the school year, an employee who has unused personal leave days may: (1) be credited with a maximum of one day sick leave and/or, (2) be reimbursed for each day at the substitute rate, and or, (3) carryover one day of personal leave to the following year for a maximum of three personal days provided employee has been employed by the district for at least ten years.

After three years of service, employees may trade 2 sick days for an additional personal leave day up to a maximum of 2 additional personal days. This option is available only once every three years.



**Unified School District Number 290**  
**Ottawa, Kansas**

NOTES TO FINANCIAL STATEMENTS  
For the Year Ended June 30, 2014

**NOTE I. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS - continued**

Sick leave may be granted to classified employees at the rate of one day per month worked each year with a total accumulation of 100 days allowed. The maximum number of sick leave days available for use shall be 100. Accumulated sick leave days over 100 may be sold back to the district at the rate of one-half of classified substitute pay per day. There shall be no payment for unused sick leave when an employee ceases employment with the District. The total amount of sick leave sold back to the District was \$10,923 for year ended June 30, 2014.

The District's policy is to recognize the costs of compensated absences when actually paid. The cost of accumulated sick and vacation pay is not recorded at the time the benefits are accumulated. At June 30, 2014, the District has estimated the cost of accumulated sick and vacation pay to be \$522,480. Vacation and sick leave paid out to retirees for June 30, 2014 amounted to \$16,129.

**Operating Leases:** The District has entered into lease agreements for the use of postage machines and storage space in accordance with K.S.A. 72-8225.

Rental expense under these operating leases was as follows for the year ended June 30, 2014.

<u>Lease Description</u>	<u>Amount</u>
Postage Machines	\$ 8,870
Recreation Commission	660
Total	<u>\$ 9,530</u>

Future lease obligations are as follows:

<u>Year</u>	<u>Amount</u>
2015	\$ 9,530
2016	9,530
2017	9,530
2018	6,573
2019	660
	<u>660</u>
Total	<u>\$ 36,483</u>

**NOTE J. DEFINED BENEFIT PENSION PLAN**

**Plan description** - The District participates in the Kansas Public Employees Retirement System (KPERS) which is a cost-sharing multiple-employer defined benefit pension plan as provided by Kansas law. KPERS provides retirement benefits, life insurance, disability income benefits and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S Kansas, Suite 100, and Topeka, Kansas 66603) or by calling 1-888-275-5737.

**Funding policy** - KSA 74-4919 and K.S.A. 74-4921 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is Tier 1 or Tier 2 member. The Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. Member-employees' contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal revenue Code.

The State of Kansas is required to contribute the statutory required employer share.

**Unified School District Number 290**  
**Ottawa, Kansas**

**NOTES TO FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2014**

**NOTE K. OTHER RETIREMENT BENEFITS**

An employee who qualifies for retirement benefits with KPERS is also eligible for U.S.D. 290 retirement benefits if the employee has worked for the district at least ten years. The District's retirement stipend is equal to one-half of the substitute teacher pay rate for each day of accrued sick leave.

The District will contribute \$45.00 per month (\$540.00 per contract year) into each teacher's Employer Paid Account. Contributions will be prorated for teachers who work less than full time in a certified position and/or are employed for less than a full contract year.

Upon beginning his/her 6<sup>th</sup> continuous year as a teacher employed by the District, each teacher will become vested in 10% of the value within his/her Employer Paid Account. The vested portion will continue to increase by 10% until the teacher is 100% vested upon beginning his/her 11<sup>th</sup> continuous year with the District. A teacher who terminates employment with the District after the beginning of his/her 6<sup>th</sup> year may leave the vested amount, including the interest on that vested amount, in the Employer Paid Account, thereby retaining continuous vesting status upon returning to a teaching position with the District at a future date. All unvested moneys will be forfeited by the employee and will revert to the District Forfeiture Account.

Employees may redirect investments in the Employer Paid Account, after the initial enrollment. The employee is responsible for the results of these decisions.

A teacher may access the vested portion of his/her Employer Paid Account upon termination of an employment contract with the District.

Employer Paid Contributions and growth thereon will be considered taxable income upon distribution from the plan. Further, a penalty for early withdrawal may apply for distributions made prior to the age allowed by State and Federal laws and regulations. Qualified Rollover options may allow a terminated teacher to defer taxation until a later date.

Upon retirement, eligible teachers may choose to relinquish the portion of the vested amount in their Employer Paid Account equal to the amount that would have been in their account had they invested in the District's Default Investment Track and thereby participate in the Phase Out Option described below.

Eligibility – A teacher may choose the Phase Out Option if he/she: (1) Was employed as a full or part time teacher in a certified position by the District during the current contract year, (2) Has ten years or more of full or part time employment as a teacher in a certified position with the District immediately prior to retirement, (3) Meets KPERS eligibility for retirement benefits, or (4) Retires prior to 2022-2023 contract year.

Application – A teacher may apply for the Phase Out Option by giving written notice to the Board of Education according to "Article Five, Section C: Application."

The Phase Out Option deposit will be made no later than July 31<sup>st</sup> of the employee's final year of employment. This option includes a one time deposit of \$15,000.00 minus any amount currently in the Employer Paid Account that would have accumulated had all moneys been invested in the District's Default Investment Track. This one time contribution will be prorated for part-time employees.

Exception to the July 31<sup>st</sup> payment date: Any employee who notifies the BOE of his/her coming retirement by September 20<sup>th</sup> of his/her final year of employment will receive the Phase Out deposit no later than October 31<sup>st</sup> of that current year. These employees will be responsible for gains or losses in this account.

The District offers its employees a 403(b) retirement plan which is available to employees of the District. During the year ended June 30, 2014 the District contributed \$173,051 on behalf of employees to the plan.

**Unified School District Number 290**  
**Ottawa, Kansas**

**NOTES TO FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2014**

**NOTE L. HEALTH INSURANCE**

All employees who work at least 30 hours per week may participate in the district insurance programs. The board shall pay \$75 per month as a cash option for employees hired before July 1, 2000 who normally work 35 hours or more per week. For employees hired on or after July 1, 2000 the board shall pay \$435 per month worked as partial payment toward the district health insurance for those employees enrolled in the District health plan, after completion of a 60-day waiting period. The District's expenditures for this health insurance program amounted to \$1,616,699 for year ended June 30, 2014.

**NOTE M. RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the District carries commercial insurance. Settlements of claims have not exceeded coverage during the past three years.

**NOTE N. OTHER INFORMATION**

**Reimbursed Expenses:** The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursement as revenue in the same fund. For purposes of budgetary comparisons, the reimbursements are shown as adjustments for qualifying budget credits.

**Ad Valorem Tax Revenue:** The determination of assessed valuation and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser's office annually determines assessed valuation and the County Clerk spreads the annual assessment to the taxing units. One-half of the property taxes are due December 20 and distributed to the District by January 20 to finance a portion of the current year's budget. The second half is due May 10 and distributed to the District by June 5th. The District Treasurer draws available funds from the County Treasurer's office at designated times throughout the year.

**Comparative Prior Year Amounts:** The 2013 actual amounts presented in the financial statements have been taken from the audit report for the year ended June 30, 2013 and are presented for comparative purposes only. Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

**Contingencies:** The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statement of the District at June 30, 2014.

**Compliance with Kansas Statutes:** The District is not aware of any potential violations.

**NOTE O. SUBSEQUENT EVENTS**

**Subsequent Events:** The District evaluated subsequent events through November 20, 2014, the date the financial statements were available to be issued.

The District is currently awaiting the State's assessment of the District's share of the KPERS liability as required under the new GASB pronouncements. The liability will be computed on information provided by the State from 2014 data and will be recorded in 2015.

REQUIRED REGULATORY BASIS  
SUPPLEMENTARY INFORMATION

**Unified School District Number 290**  
**Ottawa, Kansas**

*SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET*  
(Budgeted Funds Only)  
For the Year Ended June 30, 2014

	Certified Budget	Adjustments To Comply with Legal Max
<b>Governmental Type Funds</b>		
<b>General Funds</b>		
General Fund	\$ 14,736,769	\$ (88,658)
Supplemental General	5,015,470	(27,882)
<b>Special Purpose Funds</b>		
Adult Education	80,000	0
4 Year Old At Risk	83,183	0
At Risk	2,786,872	0
Bilingual Education	65,000	0
Virtual Education	107,035	0
Capital Outlay	3,993,323	0
Drivers Education	46,677	0
Food Service	1,062,850	0
Professional Development	131,260	0
Parents as Teachers	20,900	0
Special Education	4,200,000	0
Career & Technology Education Coop	750,856	0
KPERs Retirement Contribution	1,845,346	0
<b>Bond and Interest Fund</b>		
Bond and Interest	2,810,556	0

<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget For Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance- Over (Under)</u>
\$ 492,871	\$ 15,140,982	\$ 15,140,982	\$ 0
0	4,987,588	4,987,588	0
0	80,000	58,200	(21,800)
0	83,183	72,633	(10,550)
0	2,786,872	2,629,862	(157,010)
0	65,000	56,429	(8,571)
0	107,035	81,602	(25,433)
0	3,993,323	3,633,374	(359,949)
0	46,677	30,860	(15,817)
0	1,062,850	1,035,927	(26,923)
0	131,260	97,109	(34,151)
0	20,900	10,900	(10,000)
0	4,200,000	3,754,381	(445,619)
0	750,856	689,648	(61,208)
0	1,845,346	1,613,518	(231,828)
0	2,810,556	2,738,109	(72,447)

**Unified School District Number 290**  
**Ottawa, Kansas**

Schedule 2a

*GENERAL FUNDS*  
**GENERAL FUND**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*  
*REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		Variance
	2013	Actual	Budget	Over
	Actual			(Under)
<b>Cash receipts</b>				
<b>Taxes and shared revenue</b>				
Ad valorem property	\$ 2,039,237	\$ 2,054,517	\$ 1,968,404	\$ 86,113
Delinquent	86,671	62,385	53,780	8,605
Mineral production	373	98	373	(275)
<b>State aid</b>				
Equalization	10,496,622	10,273,710	10,758,312	(484,602)
Special education	1,867,082	1,894,435	1,955,900	(61,465)
<b>Other</b>				
Reimbursed expenses & donations	282,955	492,872	0	492,872
Other Income	0	362,965	0	362,965
<b>Total cash receipts</b>	<u>14,772,940</u>	<u>15,140,982</u>	<u>\$ 14,736,769</u>	<u>\$ 404,213</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Salaries	5,549,978	5,504,088	\$ 5,567,570	\$ (63,482)
Employee benefits	1,162,311	1,258,740	1,188,802	69,938
Purchased professional and Tech Services	61,233	39,186	62,100	(22,914)
Other purchased services	118,385	131,774	112,200	19,574
Supplies	198,108	184,477	175,572	8,905
Student activities	76,444	68,464	78,395	(9,931)
<b>Student support services</b>				
Salaries	403,921	414,791	411,101	3,690
Employee benefits	85,028	88,287	88,700	(413)
Purchased professional and Tech Services	64,979	77,613	65,500	12,113
Other purchased services	509	738	800	(62)
Supplies	5,983	3,714	7,030	(3,316)
<b>Instructional support staff</b>				
Salaries	281,966	283,656	282,848	808
Employee benefits	50,991	51,502	52,637	(1,135)
Other Purchased services	9,260	9,260	9,260	0
Supplies	38,446	37,607	39,215	(1,608)

See Independent Auditor's Report

**Unified School District Number 290**

**Ottawa, Kansas**

Schedule 2a

*GENERAL FUNDS*

**GENERAL FUND**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*

*REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		Variance
		Actual	Budget	Over Under
Expenditures - continued				
General administrative				
Salaries	\$ 263,487	\$ 252,663	\$ 261,437	\$ (8,774)
Employee benefits	82,623	86,265	84,783	1,482
Purchased professional and Tech Services	215,934	121,443	185,500	(64,057)
Purchased property services	20,616	4,227	20,000	(15,773)
Other purchased services	17,497	12,747	17,650	(4,903)
Supplies	46,921	30,314	42,000	(11,686)
School administration				
Salaries	854,367	889,977	845,465	44,512
Employee benefits	133,316	141,081	147,472	(6,391)
Purchased property services	1,596	1,417	1,500	(83)
Other purchased services	1,421	1,682	1,500	182
Supplies	13,397	14,271	16,870	(2,599)
Other supplemental service				
Salaries	155,722	162,582	154,869	7,713
Employee benefits	0	156,566	0	156,566
Operations and maintenance				
Other purchased services	6,208	7,185	7,000	185
Student transportation services				
Salaries	45,240	46,309	45,240	1,069
Employee benefits	8,585	11,364	8,665	2,699
Vehicle operating services				
Salaries	129,550	148,210	140,264	7,946
Employee benefits	18,799	21,624	19,878	1,746
Other purchased services	5,589	6,519	6,138	381
Motor Fuel	80,529	72,860	85,000	(12,140)
Vehicle services & maintenance Services				
Purchased professional and Tech Services	6,167	19,641	6,000	13,641
Purchased property services	0	2,792	0	2,792
Supplies	46,270	39,831	46,000	(6,169)
Equipment	1,528	3,072	4,000	(928)
Other	621	335	1,000	(665)
Other student transportation services				
Salaries	31,500	32,336	31,500	836
Employee benefits	6,940	8,209	7,910	299

See Independent Auditor's Report



**Unified School District Number 290**

**Ottawa, Kansas**

Schedule 2a

*GENERAL FUNDS*

**GENERAL FUND**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*

*REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

	2013 Actual	2014		Variance Over (Under)
		Actual	Budget	
<b>Expenditures - continued</b>				
<b>Operating transfers</b>				
Special education	\$ 2,383,655	\$ 2,447,902	\$ 2,249,407	\$ 198,495
At-risk	1,865,655	2,007,052	2,007,052	0
Vocational education	100,000	81,000	50,000	31,000
Virtual education	79,447	75,609	100,939	(25,330)
Textbook	0	40,000	0	40,000
Inservice Fund	0	40,000	0	40,000
Contingency reserve	42,218	0	0	0
<b>Adjustment to Comply with Legal Max</b>	<u>0</u>	<u>0</u>	<u>(88,658)</u>	<u>88,658</u>
 <b>Legal General Fund Budget</b>	 14,772,940	 15,140,982	 14,648,111	 492,871
<b>Adjustment for qualifying budget credits</b>	<u>0</u>	<u>0</u>	<u>492,871</u>	<u>(492,871)</u>
 Total expenditures	<u>14,772,940</u>	<u>15,140,982</u>	<u>\$ 15,140,982</u>	<u>\$ 0</u>
 Receipts over (under) expenditures	 0	 0		
 Unencumbered cash, July 1	<u>0</u>	<u>0</u>		
 Unencumbered cash, June 30	<u>\$ 0</u>	<u>\$ 0</u>		

See Independent Auditor's Report

**Unified School District Number 290  
Ottawa, Kansas**

Schedule 2b

*GENERAL FUNDS  
SUPPLEMENTAL GENERAL LOCAL OPTION FUND - 08*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS*

For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		Variance
	2013	Actual	Budget	Over
	Actual			(Under)
<b>Cash receipts</b>				
<b>Taxes and shared revenue</b>				
Ad valorem property	\$ 2,352,583	\$ 2,577,224	\$ 2,302,826	\$ 274,398
Delinquent	106,741	77,143	61,606	15,537
Motor vehicle	245,324	256,917	239,776	17,141
Recreational vehicle	3,393	3,195	3,693	(498)
<b>State aid</b>				
Equalization	2,186,514	2,173,359	2,149,681	23,678
<b>Total cash receipts</b>	<u>4,894,555</u>	<u>5,087,838</u>	<u>\$ 4,757,582</u>	<u>\$ 330,256</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Purchased prof & tech. service	36,072	66,882	\$ 64,300	\$ 2,582
Property	0	38,776	0	38,776
<b>Instructional Support</b>				
Salaries	224,049	225,999	227,496	(1,497)
Employee benefits	39,496	41,131	40,645	486
Purchased professional & tech. service	79,946	64,297	80,000	(15,703)
Other purchased services	2,111	1,908	3,000	(1,092)
Property	48,189	8,678	50,000	(41,322)
<b>Other supplemental service</b>				
Salaries	75,000	76,922	75,000	1,922
Employee benefits	10,489	10,808	11,070	(262)
<b>Operations and maintenance</b>				
Salaries	835,619	835,465	846,050	(10,585)
Employee benefits	267,156	273,789	279,990	(6,201)
Purchased professional & tech. service	79,823	131,010	77,500	53,510
Purchased property services	175,933	195,601	193,061	2,540
Other purchased services	212,129	191,719	226,000	(34,281)
Supplies	628,520	672,665	650,681	21,984
Property	4,186	7,410	10,000	(2,590)
<b>Student Transportation Services</b>				
Motor Fuel	20,784	22,167	20,000	2,167
<b>Vehicle services and maintenance services</b>				
Supplies	12,717	11,561	15,000	(3,439)
<b>Operating Transfers</b>				
Bilingual education	56,367	57,000	65,000	(8,000)

See Independent Auditor's Report

**Unified School District Number 290  
Ottawa, Kansas**

Schedule 2b

*GENERAL FUNDS  
SUPPLEMENTAL GENERAL LOCAL OPTION FUND - 08*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*

*REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

	2013 Actual	2014		Variance Over (Under)
		Actual	Budget	
<b>Expenditures - continued</b>				
<b>Operating Transfers - continued</b>				
Special education	\$ 767,717	\$ 676,220	\$ 711,757	\$ (35,537)
Vocational education	500,000	500,000	500,000	0
Parent education	0	0	10,000	(10,000)
Professional development	55,000	55,000	55,000	0
Parents as teachers	6,000	10,900	0	10,900
Textbook & Student Materials Revolving	160,000	160,000	160,000	0
At risk 4 year old	80,000	70,000	80,000	(10,000)
At risk K-12	555,400	581,680	563,920	17,760
<b>Adjustment to Comply with Legal Max</b>	<u>0</u>	<u>0</u>	<u>(27,882)</u>	<u>27,882</u>
 Total expenditures	 <u>4,932,703</u>	 <u>4,987,588</u>	 <u>\$ 4,987,588</u>	 <u>\$ 0</u>
 Receipts over (under) expenditures	 (38,148)	 100,250		
 Unencumbered cash, July 1	 <u>296,036</u>	 <u>257,888</u>		
 Unencumbered cash, June 30	 <u>\$ 257,888</u>	 <u>\$ 358,138</u>		

See Independent Auditor's Report

**Unified School District Number 290**  
**Ottawa, Kansas**

Schedule 2c

*SPECIAL PURPOSE FUNDS*  
**ADULT EDUCATION FUND - 10**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*  
*REGULATORY BASIS*

For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		Variance
	2013	Actual	Budget	Over
	Actual			(Under)
<b>Cash receipts</b>				
<b>Taxes and shared revenue</b>				
Ad valorem property	\$ 56,523	\$ 45,565	\$ 43,459	\$ 2,106
Delinquent	2,633	1,895	1,492	403
Motor vehicle tax	5,844	6,096	5,687	409
Recreational vehicle tax	81	76	88	(12)
	<u>65,081</u>	<u>53,632</u>	<u>\$ 50,726</u>	<u>\$ 2,906</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Benefits	\$ 30	\$ 0	\$ 0	\$ 0
Other purchased services	60,162	58,200	80,000	(21,800)
<b>Special area administration</b>				
Purchased property services	<u>56</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>60,248</u>	<u>58,200</u>	<u>\$ 80,000</u>	<u>\$ (21,800)</u>
Total expenditures				
	<u>60,248</u>	<u>58,200</u>	<u>\$ 80,000</u>	<u>\$ (21,800)</u>
Receipts over (under) expenditures	4,833	(4,568)		
Unencumbered cash, July 1	<u>37,584</u>	<u>42,417</u>		
Unencumbered cash, June 30	<u>\$ 42,417</u>	<u>\$ 37,849</u>		

See Independent Auditor's Report

**Unified School District Number 290  
Ottawa, Kansas**

Schedule 2d

*SPECIAL PURPOSE FUNDS  
4 YEAR OLD AT RISK - 11*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

		<u>2014</u>		
	<u>2013</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
<b>Cash receipts</b>				
<b>Operating transfers</b>				
Supplemental General fund	\$ 80,000	\$ 70,000	\$ 80,000	\$ (10,000)
<b>Expenditures</b>				
<b>Instruction</b>				
Salaries	64,837	59,307	\$ 66,306	\$ (6,999)
Employee benefits	11,354	10,456	11,650	(1,194)
Supplies	2,619	2,870	4,500	(1,630)
Property	0	0	727	(727)
<b>Total expenditures</b>	<u>78,810</u>	<u>72,633</u>	\$ <u>83,183</u>	\$ <u>(10,550)</u>
Receipts over (under) expenditures	1,190	(2,633)		
Unencumbered cash, July 1	<u>1,992</u>	<u>3,182</u>		
Unencumbered cash, June 30	\$ <u>3,182</u>	\$ <u>549</u>		

**Unified School District Number 290**

**Ottawa, Kansas**

Schedule 2e

*SPECIAL PURPOSE FUNDS*

*K-12 AT RISK - 13*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*

*REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

		<u>2014</u>		Variance Over (Under)	
	2013 Actual	Actual	Budget		
<b>Cash Receipts</b>					
<b>Local Sources</b>					
Grants	\$ 67,733	\$ 57,283	\$ 65,000	\$ (7,717)	
<b>Other</b>					
Tuition	960	1,135	900	235	
<b>Operating transfers</b>					
Supplemental general	555,400	581,680	563,920	17,760	
General fund	<u>1,865,655</u>	<u>2,007,052</u>	<u>2,007,052</u>	<u>0</u>	
Total cash receipts	<u>2,489,748</u>	<u>2,647,150</u>	\$ <u>2,636,872</u>	\$ <u>10,278</u>	
<b>Expenditures</b>					
<b>Instruction</b>					
Salaries	1,529,783	1,673,088	\$ 1,750,889	\$ (77,801)	
Employee benefits	193,137	189,708	213,576	(23,868)	
Purchased professional services	153,810	129,788	154,775	(24,987)	
Supplies	49,125	46,124	53,600	(7,476)	
<b>Student support services</b>					
Salaries	355,675	383,553	384,223	(670)	
Employee benefits	51,257	51,706	56,164	(4,458)	
Supplies	921	39	500	(461)	
Other	1,180	693	11,539	(10,846)	
<b>Instructional support staff</b>					
Salaries	59,379	59,673	65,000	(5,327)	
Benefits	4,458	4,983	4,650	333	
<b>School administration</b>					
Salaries	70,922	69,554	72,107	(2,553)	
Employee benefits	10,355	10,812	10,639	173	
Supplies	1,186	1,398	1,800	(402)	
<b>Operations and maintenance</b>					
Purchased property services	3,674	6,215	500	5,715	
Other purchased services	0	0	500	(500)	
Supplies	0	0	5,000	(5,000)	
<b>Student Transportation Services</b>					
Salaries	1,100	2,151	1,200	951	
Employee benefits	198	308	210	98	
Other	<u>0</u>	<u>69</u>	<u>0</u>	<u>69</u>	
Total expenditures	<u>2,486,160</u>	<u>2,629,862</u>	\$ <u>2,786,872</u>	\$ <u>(157,010)</u>	
Receipts over (under) expenditures	\$ 3,588	\$ 17,288			
Unencumbered cash, July 1	<u>146,412</u>	<u>150,000</u>			
Unencumbered cash, June 30	\$ <u>150,000</u>	\$ <u>167,288</u>			

See Independent Auditor's Report

**Unified School District Number 290**  
**Ottawa, Kansas**

Schedule 2f

*SPECIAL PURPOSE FUNDS*  
**BILINGUAL EDUCATION FUND - 14**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*

*REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		Variance
	2013	Actual	Budget	Over
	Actual			(Under)
<b>Cash receipts</b>				
<b>Operating transfers</b>				
Supplemental general	\$ 56,367	\$ 57,000	\$ 65,000	\$ (8,000)
<b>Expenditures</b>				
<b>Instruction</b>				
Salaries	40,588	38,862	\$ 43,965	\$ (5,103)
Employee benefits	11,794	13,154	15,495	(2,341)
Purchased Professional & Tech Service	1,211	1,162	1,250	(88)
Supplies	45	120	250	(130)
<b>School Administration</b>				
Salaries	4,615	3,131	4,000	(869)
Employee benefits	27	0	0	0
<b>Operations and Maintenance</b>				
Other Purchased Services	0	0	40	(40)
<b>Total expenditures</b>	<u>58,280</u>	<u>56,429</u>	<u>\$ 65,000</u>	<u>\$ (8,571)</u>
Receipts over (under) expenditures	(1,913)	571		
Unencumbered cash, July 1	<u>1,913</u>	<u>0</u>		
Unencumbered cash, June 30	<u>\$ 0</u>	<u>\$ 571</u>		

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**Ottawa, Kansas**

Schedule 2g

*SPECIAL PURPOSE FUNDS*  
**VIRTUAL EDUCATION FUND - 15**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*  
*REGULATORY BASIS*

For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		Variance
	2013	Actual	Budget	Over
	Actual			(Under)
<b>Cash receipts</b>				
<b>Other</b>				
Fees	\$ 42	\$ 294	\$ 0	\$ 294
<b>Operating transfers</b>				
General	79,447	75,609	100,939	(25,330)
<b>Total cash receipts</b>	79,489	75,903	\$ 100,939	\$ (25,036)
<b>Expenditures</b>				
<b>Instruction</b>				
Salaries	38,191	40,019	\$ 62,009	\$ (21,990)
Employee benefits	2,903	8,543	5,000	3,543
Purchased Professional & Tech Service	2,313	0	5,526	(5,526)
Supplies	100	0	2,500	(2,500)
<b>School Administration</b>				
Salaries	28,057	28,584	30,000	(1,416)
Employee benefits	1,829	4,456	2,000	2,456
<b>Total expenditures</b>	73,393	81,602	\$ 107,035	\$ (25,433)
Receipts over (under) expenditures	6,096	(5,699)		
Unencumbered cash, July 1	0	6,096		
Unencumbered cash, June 30	\$ 6,096	\$ 397		

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**Ottawa, Kansas**

Schedule 2h

*SPECIAL PURPOSE FUNDS*  
**CAPITAL OUTLAY FUND - 16**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*  
*REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		Variance
	2013	Actual	Budget	Over
	Actual			(Under)
<b>Cash receipts</b>				
<b>Taxes and shared revenue</b>				
Ad valorem property	\$ 565,350	\$ 564,676	\$ 540,569	\$ 24,107
Delinquent	23,082	17,096	14,921	2,175
Interest on idle funds	9,036	14,756	10,000	4,756
Proceeds from sale	9,530	1,463	0	1,463
Reimbursed refunds	2,573,665	0	0	0
Other revenue from local source	0	55,451	60,000	(4,549)
Motor vehicle tax	48,893	60,936	56,958	3,978
Recreational vehicle tax	673	759	877	(118)
Total cash receipts	3,230,229	715,137	\$ 683,325	\$ 31,812
<b>Expenditures</b>				
<b>Instruction</b>				
Property	366,525	250,159	\$ 1,243,323	\$ (993,164)
<b>Student support services</b>				
Property	0	0	10,000	(10,000)
<b>Central Services</b>				
Property	0	0	10,000	(10,000)
<b>Operation and maintenance</b>				
Property	46,123	217,206	50,000	167,206
<b>Transportation</b>				
Property	127,639	97,525	100,000	(2,475)
<b>Other support services</b>				
Property	1,938	490	5,000	(4,510)
<b>Facility acquisition &amp; constr services</b>				
Architectural & engineering services	4,400	0	5,000	(5,000)
Site Improvement	8,564	11,875	50,000	(38,125)
Building Improvements	205,782	3,056,119	2,520,000	536,119
Total expenditures	760,971	3,633,374	\$ 3,993,323	\$ (359,949)
Receipts over (under) expenditures	2,469,258	(2,918,237)		
Unencumbered cash, July 1	1,846,633	4,315,891		
Unencumbered cash, June 30	\$ 4,315,891	\$ 1,397,654		

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**Unified School District Number 290**  
**Ottawa, Kansas**

Schedule 2i

*SPECIAL PURPOSE FUNDS*  
**DRIVERS EDUCATION - 18**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*  
*REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		Variance
	2013	Actual	Budget	Over
	Actual			(Under)
<b>Cash receipts</b>				
<b>State aid</b>				
State safety aid	\$ 7,347	\$ 5,865	\$ 9,200	\$ (3,335)
<b>Local sources</b>				
Tuition	11,692	13,825	12,000	1,825
<b>Total cash receipts</b>	19,039	19,690	\$ 21,200	\$ (1,510)
<b>Expenditures</b>				
<b>Instruction</b>				
Salaries	14,928	10,367	\$ 18,000	\$ (7,633)
Employee benefits	1,142	785	1,377	(592)
Supplies	0	158	10,000	(9,842)
Other	0	0	15,100	(15,100)
<b>Vehicle operations</b>				
Supplies	150	19,550	2,200	17,350
<b>Total expenditures</b>	16,220	30,860	\$ 46,677	\$ (15,817)
Receipts over (under) expenditures	2,819	(11,170)		
Unencumbered cash, July 1	40,341	43,160		
Unencumbered cash, June 30	\$ 43,160	\$ 31,990		

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**Unified School District Number 290**

**Ottawa, Kansas**

Schedule 2j

*SPECIAL PURPOSE FUNDS*

**FOOD SERVICE FUND - 24**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*

*REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

		<u>2014</u>		Variance Over (Under)	
	2013 Actual	Actual	Budget		
<b>Cash receipts</b>					
<b>Local sources</b>					
Student lunch sales	\$ 230,594	\$ 223,613	\$ 276,242	\$ (52,629)	
Adult and other student sales	40,628	47,369	8,050	39,319	
<b>State aid</b>					
Equalization aid	11,671	11,583	11,452	131	
<b>Federal aid</b>					
Grant	694,160	788,962	718,953	70,009	
<b>Interest</b>	111	90	250	(160)	
<b>Other</b>					
Miscellaneous	0	211			
Fees	1,170	1,366	1,750	(384)	
Transfers from contingency	0	149	0	149	
<b>Total cash receipts</b>	<u>978,334</u>	<u>1,073,343</u>	\$ <u>1,016,697</u>	\$ <u>56,286</u>	
<b>Expenditures</b>					
<b>Operations and maintenance</b>					
Salaries	41,635	51,494	\$ 47,200	\$ 4,294	
Employee benefits	8,604	13,710	9,150	4,560	
<b>Food service operation</b>					
Salaries	48,269	51,791	50,000	1,791	
Employee benefits	4,062	4,418	3,600	818	
Other purchased services	874,798	875,494	902,800	(27,306)	
Supplies	1,363	8,590	1,250	7,340	
Property, equipment, furnishings	47,143	6,739	41,000	(34,261)	
Other	12,485	23,691	7,850	15,841	
<b>Total expenditures</b>	<u>1,038,359</u>	<u>1,035,927</u>	\$ <u>1,062,850</u>	\$ <u>(26,923)</u>	
Receipts over (under) expenditures	(60,025)	37,416			
Unencumbered cash, July 1	<u>211,019</u>	<u>150,994</u>			
Unencumbered cash, June 30	\$ <u>150,994</u>	\$ <u>188,410</u>			

See Independent Auditor's Report

**Unified School District Number 290**  
**Ottawa, Kansas**

Schedule 2k

*SPECIAL PURPOSE FUNDS*  
**PROFESSIONAL DEVELOPMENT - 26**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*  
*REGULATORY BASIS*

For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		Variance
	2013			Over
	Actual	Actual	Budget	(Under)
<b>Cash receipts</b>				
<b>Operating transfer</b>				
General	\$ 0	\$ 40,000	\$ 0	\$ 40,000
Supplemental general	55,000	55,000	55,000	0
<b>Total cash receipts</b>	55,000	95,000	\$ 55,000	\$ 40,000
<b>Expenditures</b>				
<b>Instruction support staff</b>				
Salaries	0	9,445	\$ 0	\$ 9,445
Employee benefits	0	448	0	448
Purchased professional / technical svc	72,276	80,645	128,260	(47,615)
Supplies	0	2,093	0	2,093
<b>Other supplemental service</b>				
Purchased professional / technical svc	2,029	4,478	3,000	1,478
<b>Total expenditures</b>	74,305	97,109	\$ 131,260	\$ (34,151)
Receipts over (under) expenditures	(19,305)	(2,109)		
Unencumbered cash, July 1	170,565	151,260		
Unencumbered cash, June 30	\$ 151,260	\$ 149,151		

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**Unified School District Number 290**  
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Schedule 21

*SPECIAL PURPOSE FUNDS*  
**PARENTS AS TEACHERS FUND - 28**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*

*REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		
	2013			Variance
	Actual	Actual	Budget	Over (Under)
<b>Cash receipts</b>				
<b>Operating transfers</b>				
Supplemental general	\$ 6,000	\$ 10,900	\$ 10,000	\$ 900
<b>Expenditures</b>				
<b>Student support services</b>				
Purchased professional services	7,800	10,900	\$ 20,900	\$ (10,000)
Total expenditures	7,800	10,900	\$ 20,900	\$ (10,000)
Receipts over (under) expenditures	(1,800)	0		
Unencumbered cash, July 1	12,700	10,900		
Unencumbered cash, June 30	\$ 10,900	\$ 10,900		

**Unified School District Number 290**  
**Ottawa, Kansas**

Schedule 2m

*SPECIAL PURPOSE FUNDS*  
*SPECIAL EDUCATION FUND - 30*

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		Variance
	2013	Actual	Budget	Over
	Actual			(Under)
<b>Cash receipts</b>				
<b>Local Sources</b>				
Other	\$ 0	\$ 1,542	\$ 0	\$ 1,542
<b>State aid</b>				
SDAC payments	0	6,991	0	6,991
<b>Federal aid</b>				
Grants	496,666	492,131	487,931	4,200
Medicaid	104,727	136,827	80,000	56,827
<b>Operating transfers</b>				
General fund	2,318,906	2,447,902	2,249,407	198,495
Supplemental general fund	767,717	676,220	711,757	(35,537)
Tiny K	64,750	0	0	0
<b>Total cash receipts</b>	<u>3,752,766</u>	<u>3,761,613</u>	<u>\$ 3,529,095</u>	<u>\$ 232,518</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Salaries	2,073,948	2,011,786	\$ 2,111,514	\$ (99,728)
Employee benefits	473,926	450,263	520,000	(69,737)
Purchased professional / technical services	351,312	285,316	400,000	(114,684)
Other purchased services	242,936	167,227	411,831	(244,604)
Supplies	19,881	12,586	25,000	(12,414)
Property	11,004	10,873	30,000	(19,127)
Other	4,717	12,315	10,000	2,315
<b>Student support services</b>				
Salaries	143,957	256,963	150,000	106,963
Employee benefits	11,417	48,709	28,035	20,674
Supplies	8,150	9,584	15,000	(5,416)
<b>Instructional support staff</b>				
Purchased professional / technical services	4,557	1,342	8,000	(6,658)
<b>Special area administration</b>				
Salaries	154,724	156,194	154,295	1,899
Employee benefits	13,042	24,170	13,750	10,420
Purchased professional / technical services	0	3,216	3,000	216
Purchased property services	13,370	4,227	13,000	(8,773)
Supplies	2,075	1,881	2,500	(619)
<b>Operations and maintenance</b>				
Salaries	6,471	6,378	7,000	(622)
Employee benefits	478	579	675	(96)
Purchased property services	977	1,123	1,000	123
Other purchased services	8,291	11,782	4,000	7,782
Supplies	0	0	5,000	(5,000)

See Independent Auditor's Report

**Unified School District Number 290**  
**Ottawa, Kansas**

Schedule 2m

*SPECIAL PURPOSE FUNDS*  
***SPECIAL EDUCATION FUND - 30***

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*

*REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

		<u>2014</u>		
	<u>2013</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
<b>Expenditures - continued</b>				
<b>Vehicle operating services</b>				
Salaries	\$ 169,950	\$ 187,475	\$ 180,000	\$ 7,475
Employee benefits	35,494	47,977	47,200	777
Other purchased services	1,587	5,857	2,200	3,657
Supplies	48,239	29,270	55,000	(25,730)
<b>Vehicle services &amp; maintenance</b>				
Property	<u>1,495</u>	<u>7,288</u>	<u>2,000</u>	<u>5,288</u>
 Total expenditures	<u>3,801,998</u>	<u>3,754,381</u>	<u>\$ 4,200,000</u>	<u>\$ (445,619)</u>
 Receipts over expenditures	(49,232)	7,232		
 Unencumbered cash, July 1	<u>1,827,277</u>	<u>1,778,045</u>		
 Unencumbered cash, June 30	<u>\$ 1,778,045</u>	<u>\$ 1,785,277</u>		

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**Unified School District Number 290**  
**Ottawa, Kansas**

Schedule 2n

*SPECIAL PURPOSE FUNDS*  
**CAREER & TECHNOLOGY EDUCATION COOP - 34**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*  
*REGULATORY BASIS*

For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		Variance
	2013	Actual	Budget	Over
	Actual			(Under)
<b>Cash receipts</b>				
<b>Operating transfers</b>				
General	\$ 100,000	\$ 81,000	\$ 50,000	\$ 31,000
Supplemental general	500,000	500,000	500,000	0
<b>Other</b>				
Tuition	0	0	225,000	(225,000)
Sale of assets	0	181,253	0	181,253
Reimbursed expenses	21,042	28,583	17,919	10,664
Total cash receipts	621,042	790,836	\$ 792,919	\$ (2,083)
<b>Expenditures</b>				
<b>Instruction</b>				
Salaries	458,854	487,272	\$ 500,000	\$ (12,728)
Employee benefits	85,663	81,533	102,420	(20,887)
Other purchased services	10,995	7,387	19,000	(11,613)
Supplies	47,183	45,007	60,000	(14,993)
Property	47,513	3,755	12,000	(8,245)
Other	0	464	0	464
<b>School administration</b>				
Salaries	16,822	17,730	17,000	730
Employee benefits	6,336	6,629	7,020	(391)
Supplies	465	688	1,100	(412)
<b>Operations and maintenance</b>				
Salaries	0	9,931	0	9,931
Employee benefits	10	964	0	964
Purchased property services	27,293	24,358	4,316	20,042
Other purchased services	2,435	3,930	3,000	930
Supplies	0	0	25,000	(25,000)
Total expenditures	703,569	689,648	\$ 750,856	\$ (61,208)
Receipts over (under) expenditures	(82,527)	101,188		
Unencumbered cash, July 1	111,296	28,769		
Unencumbered cash, June 30	\$ 28,769	\$ 129,957		

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**Ottawa, Kansas**

Schedule 2o

*SPECIAL PURPOSE FUNDS*  
**KPERS CONTRIBUTION FUND - 51**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*  
*REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		Variance
	2013	Actual	Budget	Over
	Actual			(Under)
<b>Cash receipts</b>				
<b>State aid</b>				
KPERS	\$ 1,408,661	\$ 1,613,518	\$ 1,845,346	\$ (231,828)
<b>Expenditures</b>				
<b>Instruction</b>				
Employee benefits	1,016,660	1,092,637	\$ 1,277,052	\$ (184,415)
<b>Student support services</b>				
Employee benefits	88,003	111,960	122,947	(10,987)
<b>Instructional support</b>				
Employee benefits	40,177	67,973	90,155	(22,182)
<b>General administration</b>				
Employee benefits	44,450	52,685	77,299	(24,614)
<b>School administration</b>				
Employee benefits	98,001	120,275	128,394	(8,119)
<b>Other support services</b>				
Employee benefits	0	19,883	0	19,883
<b>Operations &amp; maintenance</b>				
Employee benefits	87,791	93,755	110,514	(16,759)
<b>Transportation</b>				
Employee benefits	29,519	48,009	33,316	14,693
<b>Food service</b>				
Employee benefits	4,060	6,341	5,669	672
<b>Total expenditures</b>	<u>1,408,661</u>	<u>1,613,518</u>	<u>\$ 1,845,346</u>	<u>\$ (231,828)</u>
Receipts over (under) expenditures	0	0		
Unencumbered cash, July 1	<u>0</u>	<u>0</u>		
Unencumbered cash, June 30	<u>\$ 0</u>	<u>\$ 0</u>		

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Unified School District Number 290  
Ottawa, Kansas

Schedule 2p

*SPECIAL PURPOSE FUNDS*  
**CONTINGENCY RESERVE FUND - 53**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
*REGULATORY BASIS*  
For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	2013 Actual	2014 Actual
<b>Cash receipts</b>		
<b>Transfer from general</b>	\$ 42,218	\$ 0
<b>Expenditures</b>		
<b>General Administration</b>		
Salaries	6,289	21,797
Employee benefits	497	22,751
Transfers to food service	0	149
<b>Total expenditures</b>	6,786	44,697
Receipts over (under) expenditures	35,432	(44,697)
Unencumbered cash, July 1	1,206,688	1,242,120
Unencumbered cash, June 30	\$ 1,242,120	\$ 1,197,423

**Unified School District Number 290  
Ottawa, Kansas**

Schedule 2q

*SPECIAL PURPOSE FUNDS  
TEXTBOOK FUND - 55*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS*

For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	<u>2013 Actual</u>	<u>2014 Actual</u>
<b>Cash receipts</b>		
<b>Local sources</b>		
Textbook rental and sales	\$ 80,194	\$ 52,616
<b>Operating transfers</b>		
General fund	0	40,000
Supplemental general	<u>160,000</u>	<u>160,000</u>
Total cash receipts	<u>240,194</u>	<u>252,616</u>
<b>Expenditures</b>		
<b>Instruction</b>		
Textbook and workbook purchases	<u>146,868</u>	<u>256,372</u>
Receipts over (under) expenditures	93,326	(3,756)
Unencumbered cash, July 1	<u>195,208</u>	<u>288,534</u>
Unencumbered cash, June 30	\$ <u><u>288,534</u></u>	\$ <u><u>284,778</u></u>

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**Unified School District Number 290**  
**Ottawa, Kansas**

Schedule 2r

*SPECIAL PURPOSE FUNDS*  
**OMS AFTER SCHOOL PROGRAM - 56**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
*REGULATORY BASIS*  
For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	<u>2013</u> Actual	<u>2014</u> Actual
<b>Cash receipts</b>		
<b>Federal aid</b>		
Grants	\$ 101,898	\$ 132,958
<b>Other</b>		
Other	<u>4,520</u>	<u>3,345</u>
Total cash receipts	<u>106,418</u>	<u>136,303</u>
<b>Expenditures</b>		
<b>Instruction</b>		
Salaries	32,712	55,177
Employee benefits	3,363	4,444
Purchased professional / technical services	9,000	4,500
Supplies	28,495	22,757
Other	19,412	14,742
<b>Instructional support staff</b>		
Salaries	13,916	2,595
Employee benefits	436	199
<b>School administration</b>		
Salaries	12,960	12,960
Employee benefits	948	946
<b>Student Transportation</b>		
Salaries	0	990
Employee benefits	<u>0</u>	<u>76</u>
Total expenditures	<u>121,242</u>	<u>119,386</u>
Receipts over (under) expenditures	(14,824)	16,917
Unencumbered cash, July 1	<u>3,700</u>	<u>(11,124)</u>
Unencumbered cash, June 30	\$ <u><u>(11,124)</u></u>	\$ <u><u>5,793</u></u>

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Ottawa, Kansas

Schedule 2s

*SPECIAL PURPOSE FUNDS*  
*YOUTH FRIENDS - 76*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
*REGULATORY BASIS*  
For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	2013 <u>Actual</u>	2014 <u>Actual</u>
<b>Cash receipts</b>		
<b>Local sources</b>		
Grants	\$ <u>800</u>	\$ <u>0</u>
<b>Expenditures</b>		
<b>Instruction</b>		
Salaries	810	0
Employee benefits	2	0
<b>Student support services</b>		
Supplies	<u>659</u>	<u>56</u>
Total expenditures	<u>1,471</u>	<u>56</u>
Receipts over (under) expenditures	(671)	(56)
Unencumbered cash, July 1	<u>727</u>	<u>56</u>
Unencumbered cash, June 30	\$ <u><u>56</u></u>	\$ <u><u>0</u></u>

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**Unified School District Number 290**  
**Ottawa, Kansas**

Schedule 2t

*SPECIAL PURPOSE FUNDS*  
*CIS SALARIES - 77*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
*REGULATORY BASIS*  
For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	<u>2013</u> <u>Actual</u>	<u>2014</u> <u>Actual</u>
<b>Cash receipts</b>		
<b>Local sources</b>		
Miscellaneous	\$ 25,200	\$ 97,506
Total cash receipts	<u>25,200</u>	<u>97,506</u>
<b>Expenditures</b>		
<b>Student support services</b>		
Salaries	22,702	90,500
Employee benefits	<u>1,764</u>	<u>7,740</u>
Total expenditures	<u>24,466</u>	<u>98,240</u>
Receipts over (under) expenditures	734	(734)
Unencumbered cash, July 1	<u>0</u>	<u>734</u>
Unencumbered cash, June 30	\$ <u><u>734</u></u>	\$ <u><u>0</u></u>

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Ottawa, Kansas**

Schedule 2u

*SPECIAL PURPOSE FUNDS  
LINC/EF-AFTER SCHOOL - 78*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS  
For the Year Ended June 30, 2014*

	<u>2013 Actual</u>	<u>2014 Actual</u>
<b>Cash receipts</b>		
<b>Federal aid</b>		
Grants	\$ 145,279	\$ 189,665
<b>Other</b>		
Scholarship	628	1,075
Fees	<u>7,815</u>	<u>6,905</u>
Total cash receipts	<u>153,722</u>	<u>197,645</u>
<b>Expenditures</b>		
<b>Instruction</b>		
Salaries	37,155	49,460
Employee benefits	6,388	7,410
Property	1,225	35,434
Other purchased services	16,060	11,049
Supplies	35,443	25,806
<b>Instructional support staff</b>		
Salaries	23,796	26,453
Purchased professional / technical services	12,037	9,916
<b>School administration</b>		
Salaries	20,571	17,617
<b>Transportation</b>		
Salaries	0	675
Employee benefits	<u>0</u>	<u>53</u>
Total expenditures	<u>152,675</u>	<u>183,873</u>
Receipts over (under) expenditures	1,047	13,772
Unencumbered cash, July 1	<u>0</u>	<u>1,047</u>
Unencumbered cash, June 30	<u>\$ 1,047</u>	<u>\$ 14,819</u>

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Schedule 2v

*SPECIAL PURPOSE FUNDS*  
*21st CENTURY - 79*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
*REGULATORY BASIS*  
For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	2013 <u>Actual</u>	2014 <u>Actual</u>
<b>Cash receipts</b>		
<b>Federal aid</b>		
Grants	\$ 69,001	\$ 148,677
<b>Other</b>		
Fees	<u>3,704</u>	<u>4,170</u>
Total cash receipts	<u>72,705</u>	<u>152,847</u>
<b>Expenditures</b>		
<b>Instruction</b>		
Salaries	21,268	28,434
Employee benefits	2,098	4,010
Purchased professional / technical services	3,473	7,073
Supplies	8,018	32,291
Other	2,942	20,565
<b>Instructional support staff</b>		
Salaries	11,319	19,296
Employee benefits	865	1,475
Purchased professional / technical services	12,669	6,722
<b>School administration</b>		
Salaries	15,991	12,949
Employee benefits	1,071	182
Other	2,140	756
<b>Transportation</b>		
Salaries	1,560	525
Employee benefits	121	72
<b>Food service operation</b>		
Supplies	<u>1,089</u>	<u>1,030</u>
Total expenditures	<u>84,624</u>	<u>135,380</u>
Receipts over (under) expenditures	(11,919)	17,467
Unencumbered cash, July 1	<u>0</u>	<u>(11,919)</u>
Unencumbered cash, June 30	\$ <u><u>(11,919)</u></u>	\$ <u><u>5,548</u></u>

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Schedule 2w

*SPECIAL PURPOSE FUNDS*  
***TITLE VI B DISCRETIONARY PROJECT - 80***

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
*REGULATORY BASIS*  
For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	<u>2013</u> <u>Actual</u>	<u>2014</u> <u>Actual</u>
<b>Cash receipts</b>		
<b>Federal aid</b>		
Grants	\$ 21,229	\$ 21,229
<b>Expenditures</b>		
<b>Instruction</b>		
Supplies	13,213	13,205
<b>Student support services</b>		
Purchased professional / technical services	6,375	6,375
<b>Instructional support staff</b>		
Other	1,641	1,649
Total expenditures	<u>21,229</u>	<u>21,229</u>
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	<u>0</u>	<u>0</u>
Unencumbered cash, June 30	<u>\$ 0</u>	<u>\$ 0</u>

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**Ottawa, Kansas**

Schedule 2x

*SPECIAL PURPOSE FUNDS*  
*TITLE I - 81*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
*REGULATORY BASIS*  
For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	<u>2013</u> <u>Actual</u>	<u>2014</u> <u>Actual</u>
<b>Cash receipts</b>		
<b>Federal aid</b>		
Grants	\$ 513,435	\$ 528,200
<b>Expenditures</b>		
<b>Instruction</b>		
Salaries	379,356	415,289
Employee benefits	54,001	55,784
Purchased professional / technical services	45,426	20,568
Supplies	36,479	31,887
<b>Student support services</b>		
Other	1,257	1,143
<b>General administrative</b>		
Other	442	439
Total expenditures	<u>516,961</u>	<u>525,110</u>
Receipts over (under) expenditures	(3,526)	3,090
Unencumbered cash, July 1	<u>436</u>	<u>(3,090)</u>
Unencumbered cash, June 30	\$ <u><u>(3,090)</u></u>	\$ <u><u>0</u></u>

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Unified School District Number 290  
Ottawa, Kansas

Schedule 2y

*SPECIAL PURPOSE FUNDS*  
*TITLE IIA - 82*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
*REGULATORY BASIS*  
For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	2013 <u>Actual</u>	2014 <u>Actual</u>
<b>Cash receipts</b>		
<b>Federal aid</b>		
Grants	\$ <u>123,899</u>	\$ <u>120,454</u>
<b>Expenditures</b>		
<b>Instruction</b>		
Salaries	110,226	110,208
Employee benefits	7,983	8,945
Purchased professional / technical services	<u>5,690</u>	<u>1,301</u>
Total expenditures	<u>123,899</u>	<u>120,454</u>
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	<u>0</u>	<u>0</u>
Unencumbered cash, June 30	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>

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Unified School District Number 290  
Ottawa, Kansas

Schedule 2z

*SPECIAL PURPOSE FUNDS*  
*TITLE I - FOCUS - 85*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
*REGULATORY BASIS*  
For the Year Ended June 30, 2014

	<u>2013</u> <u>Actual</u>	<u>2014</u> <u>Actual</u>
<b>Cash receipts</b>		
<b>Federal aid</b>		
Grants	\$ <u>29,675</u>	\$ <u>22,163</u>
<b>Expenditures</b>		
<b>Instruction</b>		
Purchased professional / technical services	16,367	7,613
Supplies	<u>13,308</u>	<u>14,550</u>
Total expenditures	<u>29,675</u>	<u>22,163</u>
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	<u>0</u>	<u>0</u>
Unencumbered cash, June 30	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>

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Unified School District Number 290  
Ottawa, Kansas

Schedule 2aa

*SPECIAL PURPOSE FUNDS*  
*SCHOOL GRANTS - C7*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
*REGULATORY BASIS*  
For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	2013 <u>Actual</u>	2014 <u>Actual</u>
<b>Cash receipts</b>		
<b>Other</b>		
Donations	\$ <u>21,237</u>	\$ <u>6,735</u>
<b>Expenditures</b>		
<b>Instruction</b>		
Supplies	<u>12,894</u>	<u>16,042</u>
Receipts over (under) expenditures	8,343	(9,307)
Unencumbered cash, July 1	<u>19,897</u>	<u>28,240</u>
Unencumbered cash, June 30	\$ <u><u>28,240</u></u>	\$ <u><u>18,933</u></u>

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**Unified School District Number 290****Ottawa, Kansas**Schedule 2bb*SPECIAL PURPOSE FUNDS**MCKINNEY-VENTO - 90**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL**REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

	<u>2013 Actual</u>	<u>2014 Actual</u>
<b>Cash receipts</b>		
<b>Federal sources</b>	\$ <u>13,145</u>	\$ <u>13,145</u>
<b>Expenditures</b>		
<b>Student support services</b>		
Salaries	8,256	8,000
Employee benefits	644	698
Supplies	2,501	2,591
Other	<u>1,744</u>	<u>1,856</u>
<b>Total expenditures</b>	<u>13,145</u>	<u>13,145</u>
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	<u>0</u>	<u>0</u>
Unencumbered cash, June 30	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>

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**Unified School District Number 290  
Ottawa, Kansas**

Schedule 2cc

*SPECIAL PURPOSE FUNDS*  
**CARL PERKINS IMPROVEMENT GRANT - F3**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
*REGULATORY BASIS*  
For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	<u>2013 Actual</u>	<u>2014 Actual</u>
<b>Cash receipts</b>		
<b>Federal aid</b>		
Grants	\$ 21,645	\$ 22,615
<b>Expenditures</b>		
<b>Student support services</b>		
Salaries	0	1,763
Other	21,645	20,852
Total expenditures	21,645	22,615
Receipts over (under) expenditures	0	0
Unencumbered cash (deficit), July 1	0	0
Unencumbered cash (deficit), June 30	\$ 0	\$ 0

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Schedule 2dd

*SPECIAL PURPOSE FUNDS*  
**CARL PERKINS IMPROVEMENT RESERVE GRANT - F4**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
*REGULATORY BASIS*

For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	<u>2013</u> <u>Actual</u>	<u>2014</u> <u>Actual</u>
<b>Cash receipts</b>		
<b>Federal aid</b>		
Grants	\$ <u>0</u>	\$ <u>7,900</u>
<b>Expenditures</b>		
<b>Instruction</b>		
Other	<u>0</u>	<u>7,900</u>
Total expenditures	<u>0</u>	<u>7,900</u>
Receipts over (under) expenditures	0	0
Unencumbered cash (deficit), July 1	<u>0</u>	<u>0</u>
Unencumbered cash (deficit), June 30	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>

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**Unified School District Number 290**  
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Schedule 2 ee

*DEBT SERVICE FUNDS*  
**BOND AND INTEREST FUND - 63**

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET*  
*REGULATORY BASIS*

For the Year Ended June 30, 2014

(With Comparative Actual for the Prior Year Ended June 30, 2013)

		2014		Variance
	2013	Actual	Budget	Over
	Actual			(Under)
<b>Cash receipts</b>				
<b>Taxes and shared revenue</b>				
Ad valorem property	\$ 1,440,611	\$ 1,372,343	\$ 1,300,552	\$ 71,791
Delinquent	68,226	49,097	37,802	11,295
Motor vehicle	148,210	149,937	139,301	10,636
Recreational vehicle	2,053	1,871	2,146	(275)
<b>State aid</b>				
Equalization aid	1,010,281	1,095,144	1,095,144	0
<b>Other</b>	<u>2,841</u>	<u>7,165</u>	<u>0</u>	<u>7,165</u>
<b>Total cash receipts</b>	<u>2,672,222</u>	<u>2,675,557</u>	<u>\$ 2,574,945</u>	<u>\$ 100,612</u>
<b>Expenditures</b>				
<b>Debt service</b>				
Interest	1,002,495	977,859	\$ 1,049,056	\$ (71,197)
Principal	1,605,000	1,760,000	1,760,000	0
Commission and postage	<u>250</u>	<u>250</u>	<u>1,500</u>	<u>(1,250)</u>
<b>Total expenditures</b>	<u>2,607,745</u>	<u>2,738,109</u>	<u>\$ 2,810,556</u>	<u>\$ (72,447)</u>
Receipts over (under) expenditures	64,477	(62,552)		
Unencumbered cash, July 1	<u>3,369,808</u>	<u>3,434,285</u>		
Unencumbered cash, June 30	<u>\$ 3,434,285</u>	<u>\$ 3,371,733</u>		

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Ottawa, Kansas

Schedule 2ff

*DEBT SERVICE FUNDS*  
*COST OF ISSUANCE - 64*

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
*REGULATORY BASIS*

For the Year Ended June 30, 2014

	2013 Actual	2014 Actual
<b>Cash receipts</b>		
<b>Other</b>		
Cost of issuance	\$ 35,504	\$ 0
Bond refunding	<u>3,925,000</u>	<u>0</u>
Total cash receipts	<u>3,960,504</u>	<u>0</u>
<b>Expenditures</b>		
<b>Other</b>		
Cost of issuance	2,667	29,000
Bond refunding	<u>3,925,000</u>	<u>0</u>
Total expenditures	<u>3,927,667</u>	<u>29,000</u>
Receipts over (under) expenditures	32,837	(29,000)
Unencumbered cash (deficit), July 1	<u>0</u>	<u>32,837</u>
Unencumbered cash (deficit), June 30	<u>\$ 32,837</u>	<u>\$ 3,837</u>

See Independent Auditor's Report

Unified School District Number 290  
Ottawa, Kansas

Schedule 2gg

*TRUST FUNDS*  
*EXPENDABLE TRUSTS*  
***SCHOLARSHIP FUND - C8***

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
REGULATORY BASIS  
For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	2013 Actual	2014 Actual
<b>Cash Receipts</b>		
Interest	\$ 1,829	\$ 186
<b>Expenditures</b>		
Scholarships	4,520	3,092
Receipts over (under) expenditures	(2,691)	(2,906)
Unencumbered cash, July 1	66,017	63,326
Unencumbered cash, June 30	\$ <u>63,326</u>	\$ <u>60,420</u>

See Independent Auditor's Report

Unified School District Number 290  
Ottawa, Kansas

Schedule 2hh

*TRUST FUNDS*  
*NONEXPENDABLE TRUSTS*  
***HAZELTON LIBRARY FUND - A1***

*SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL*  
REGULATORY BASIS  
For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)

	<u>2013 Actual</u>	<u>2014 Actual</u>
<b>Cash receipts</b>		
Interest	\$ 136	\$ 137
<b>Expenditures</b>	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	136	137
Unencumbered cash, July 1	<u>44,711</u>	<u>44,847</u>
Unencumbered cash, June 30	<u>\$ 44,847</u>	<u>\$ 44,984</u>

**Unified School District Number 290**  
**Ottawa, Kansas**

Schedule 3

*AGENCY FUNDS*  
**STUDENT ORGANIZATION FUNDS**  
*SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CASH BALANCES*  
For the Year Ended June 30, 2014

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
<b>Ottawa High School</b>				
Art	\$ 1,260	\$ 697	\$ 981	\$ 976
Auto Tech Club	304	275	0	579
Avid	177	193	269	101
Band	10,241	5,156	9,045	6,352
Baseball	746	10,177	8,433	2,490
Basketball - Boys	1,186	3,165	1,985	2,366
Beef	289	550	688	151
Beets Memorial	651	0	0	651
Building Activities	617	1,675	2,098	194
Chamber Choir	5	0	5	0
Chess Club	400	0	0	400
Class of 2016	1,261	1,083	737	1,607
Class of 2012	622	0	622	0
Class of 2017	0	4,837	3,790	1,047
Class of 2014	1,729	0	0	1,729
Class of 2015	1,939	11,009	10,519	2,429
Concessions	722	51	696	77
Cross Country	788	0	0	788
Culinary Business	50	2,050	2,035	65
Cyclone Awards	680	360	440	600
Cytones	1,613	3,993	5,374	232
Debate	21	1,275	676	620
Donations	1,876	0	624	1,252
Drama	2,304	751	993	2,062
Empty Bowls	1,724	2,262	3,147	839
Event Planning & Management	0	180	180	0
FCA	1,104	1,026	981	1,149
FCCLA	(23)	2,827	2,629	175
FEA	356	1,396	1,389	363
FFA	1,656	14,122	14,653	1,125
Football	7,574	5,543	11,671	1,446
Forensics	463	6,245	6,391	317
French Club	0	46	14	32
Girls Basketball	1,059	3,348	3,418	989
Golf	75	366	366	75
Goodland Basketball Tournament	3,438	0	0	3,438
Granger Memorial	7,930	0	250	7,680
Graphic Design	0	949	0	949
GSA	0	1,150	497	653
John Feighner Memorial	1,091	0	250	841
Jr Optimist Club	0	397	287	110
Key Club	1,840	1,127	1,747	1,220
Language Arts	10	0	0	10
Library	2,409	1,600	2,014	1,995
Musical	430	2,544	2,883	91

See Independent Auditor's Report

**Unified School District Number 290**  
**Ottawa, Kansas**

Schedule 3

*AGENCY FUNDS*

**STUDENT ORGANIZATION FUNDS**

*SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CASH BALANCES*

For the Year Ended June 30, 2014

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
<b>Ottawa High School-continued</b>				
National Honor Society	\$ 1,943	\$ 11,501	\$ 11,687	\$ 1,757
Newspaper	336	780	485	631
O Club	4,888	1,211	1,275	4,824
Office	126	7	0	133
Peers Empowering Peers	76	0	76	0
PE Uniforms	0	5,796	5,796	0
Pep Club	359	0	0	359
Policial Science Club	0	150	42	108
Power Mechanics	0	1,438	1,438	0
Recycling Club	14	0	0	14
Renaissance	568	1,266	1,400	434
S.A.F.E.	1,562	200	600	1,162
Sales Tax	0	11,526	11,491	35
Science	261	0	0	261
Science Olympiad	331	1,241	1,275	297
Scholars Bowl	585	510	437	658
Scholarship	1,210	0	500	710
Soccer- Boys	8,336	6,921	9,066	6,191
Soccer- Girls	464	1,587	1,728	323
Softball	1,307	5,308	5,059	1,556
Soybean	131	0	0	131
Spanish Club	1,031	2,386	3,338	79
Spirit Team	1,048	22,769	23,212	605
Student Council	2,250	6,458	6,599	2,109
Tap	220	0	0	220
Tennis	879	0	35	844
Track	2,364	134	790	1,708
Tri-M	396	0	0	396
VMA	52	8,351	6,872	1,531
Wellness & Nutrition	0	223	223	0
Wellness Program	1	0	0	1
Volleyball	2,244	4,026	2,977	3,293
Wall of Honor	11	2,230	2,229	12
Wrestling	1,221	1,143	1,206	1,158
Writer's Café	1,399	320	300	1,419
Yearbook	3,946	22,763	26,135	574
Activity Fees	2,707	8,010	10,716	1
Fees	285	37,787	37,640	432
Subtotal Ottawa High School	<u>103,168</u>	<u>258,467</u>	<u>277,404</u>	<u>84,231</u>

See Independent Auditor's Report

**Unified School District Number 290  
Ottawa, Kansas**

Schedule 3

*AGENCY FUNDS*

**STUDENT ORGANIZATION FUNDS**

*SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CASH BALANCES*

For the Year ended June 30, 2014

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
<b>CTEC</b>				
HOSA	653	0	0	653
Activity Fund	860	640	538	962
Power Mechanics	256	0	0	256
FCCLA	958	360	508	810
Subtotal CTEC	<u>2,727</u>	<u>1,000</u>	<u>1,046</u>	<u>2,681</u>
 <b>Ottawa Middle School</b>				
AAA	\$ 6,092	\$ 6,997	\$ 8,168	\$ 4,921
AAA Craft Show	78	9,210	4,681	4,607
Builders Club	837	2,186	2,680	343
Band Activity	736	3,058	2,749	1,045
Cheering Squad	25	0	0	25
Chorus	1,916	1,270	837	2,349
FCCLA	4,729	8,148	7,665	5,212
Faculty Fund	108	520	346	282
Flower Fund	27	0	0	27
K.A.Y.'s	100	0	0	100
Library Activity	341	154	256	239
Pep Club	385	552	476	461
Sales Tax	166	1,491	1,352	305
Student Needs Grant	1	0	0	1
Student Projects	3,305	2,083	2,494	2,894
Yearbook	2,175	6,900	7,083	1,992
6th Horizon	21	0	1	20
7th Explorers Field Trips	268	0	0	268
8th Academy	1,188	0	95	1,093
Fees	786	31,372	31,879	279
Subtotal Ottawa Middle School	<u>23,284</u>	<u>73,941</u>	<u>70,762</u>	<u>26,463</u>
 Total Student Organization Funds	 \$ <u>129,179</u>	 \$ <u>333,408</u>	 \$ <u>349,212</u>	 \$ <u>113,375</u>

See Independent Auditor's Report

**Unified School District Number 290**  
**Ottawa, Kansas**

DISTRICT ACTIVITY FUNDS

*SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH*  
REGULATORY BASIS

For the Year Ended June 30, 2014

	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances
<b>District funds</b>		
Ottawa High School Petty Cash	\$ 0	\$ 0
Ottawa Middle School Petty Cash	0	0
CTEC Reimbursement	2,311	0
Special Education Petty Cash	96	0
Eugene Field Petty Cash	0	0
Garfield Petty Cash	113	0
Lincoln Petty Cash	0	0
Board Petty Cash	81	0
Maintenance Petty Cash	200	0
CTEC Petty Cash	200	0
Athletics- High School	10,938	0
Athletics - Middle School	7,744	0
	<hr/>	<hr/>
Total District activity funds	\$ <u>21,683</u>	\$ <u>0</u>



<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Outstanding Encumbrances and Accounts Payable</u>	<u>Cash Balance June 30, 2013</u>
\$ 337	\$ 337	\$ 0	\$ 0	\$ 0
336	336	0	0	0
8,225	9,294	1,242	0	1,242
3	23	75	0	75
0	0	0	0	0
0	113	0	0	0
0	0	0	0	0
919	194	806	0	806
0	0	200	0	200
0	0	200	0	200
102,718	98,139	15,517	0	15,517
<u>12,479</u>	<u>16,837</u>	<u>3,386</u>	<u>0</u>	<u>3,386</u>
<u>\$ 125,018</u>	<u>\$ 125,273</u>	<u>\$ 21,428</u>	<u>\$ 0</u>	<u>\$ 21,428</u>

**Unified School District Number 290  
Ottawa, Kansas**

Schedule 5

RELATED MUNICIPAL ENTITY  
***COMMUNITIES IN SCHOOLS/OTTAWA PUBLIC EDUCATION TRUST***

***SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS  
For the Year Ended June 30, 2014  
(With Comparative Actual for the Prior Year Ended June 30, 2013)***

	<u>2013 Actual</u>	<u>2014 Actual</u>
<b>Cash receipts</b>		
Communities in Schools	\$ 52,473	\$ 125,059
Ottawa Public Education Trust	<u>0</u>	<u>0</u>
Total receipts	<u>52,473</u>	<u>125,059</u>
<b>Expenditures</b>		
Communities in Schools	42,161	127,627
Ottawa Public Education Trust	<u>5,024</u>	<u>0</u>
Total expenditures	<u>47,185</u>	<u>127,627</u>
Receipts over (under) expenditures	5,288	(2,568)
Unencumbered cash (deficit), July 1	<u>41,574</u>	<u>46,862</u>
Unencumbered cash (deficit), June 30	\$ <u><u>46,862</u></u>	\$ <u><u>44,294</u></u>

**Unified School District Number 290**  
**Ottawa, Kansas**

***SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS***

For the year ended June 30, 2014

Federal Grant Pass Through Grantor/ Program Title	Federal CFDA Number	Cash Receipts	Expenditures
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
<i>Pass-through Kansas Department of Education</i>			
National School Lunch Program	10.555	\$ 640,067	\$ 640,067
School Breakfast Program	10.553	148,292	148,292
TOTAL DEPARTMENT OF AGRICULTURE		<u>788,359</u>	<u>788,359</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>			
<i>Pass-through Kansas Department of Education</i>			
Title I	84.010	550,363	547,273
Special Education EHC Flo-thru	84.027	21,229	21,229
Special Education EHC Flo-thru	84.027	474,193	474,193
Special Education EC Flo-thru	84.173	17,938	17,938
Vocational Education	84.048	30,515	30,515
Title IV 21st Century Community Learning	84.287	471,300	438,639
Title II - Improving Teacher Quality	84.367	120,704	120,704
Homeless Child 2013	84.196	13,145	13,145
TOTAL DEPARTMENT OF EDUCATION		<u>1,699,387</u>	<u>1,663,636</u>
<b>U.S. DEPARTMENT OF HEALTH &amp; HUMAN SERVICES</b>			
<i>Pass-through Kansas Department of Education</i>			
Youth Risk Behavior Survey	93.938	100	100
TOTAL DEPT OF HEALTH & HUMAN SVC		<u>100</u>	<u>100</u>
TOTAL FEDERAL AWARDS		<u>\$ 2,487,846</u>	<u>\$ 2,452,095</u>

**Unified School District Number 290**  
**Ottawa, Kansas**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
For the year ended June 30, 2014

**NOTE A. BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards (the schedule) includes the federal grant activity of Unified School District Number 290 under programs of the federal government for the year ended June 30, 2014. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a select portion of the operations of Unified School District Number 290, it is not intended to and does not present the financial position, changes in net assets of cash flows of Unified School District Number 290.

**NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the regulatory basis of accounting as described in the *Kansas Municipal Audit and Accounting Guide* (KMAAG). The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligations against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt assignment to a fund, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than mentioned above. Expenditures as reported on the Schedule are recognized under the basis described above and follow the cost principles contained in OMB Circular regarding *Cost Principles* wherein certain types of expenditures are not allowed or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

**NOTE C. SUBRECIPIENTS**

Unified School District Number 290 did not provide federal awards to subrecipients for the year ended June 30, 2014.

## SPECIAL REPORTS

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board Members  
Unified School District Number 290  
Ottawa, Kansas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statement of Unified School District Number 290 as of and for the year ended June 30, 2014, and the related notes to the financial statement, which comprise the District's regulatory basis financial statement, and have issued our report thereon dated November 20, 2014. The District prepares its financial statement on a regulatory basis of accounting which demonstrates compliance with the *Kansas Municipal Audit and Accounting Guide*, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statement, we considered the District's internal control over financial reporting (internal controls) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses, as defined above. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Gjler & Goedders, Chartered*

November 20, 2014

Ottawa, Kansas

## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board Members  
Unified School District Number 290  
Ottawa, Kansas

### Report on Compliance for Each Major Federal Program

We have audited the Unified School District Number 290's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

### Opinion on Each Major Federal Program

In our opinion, the District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

### Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with *OMB-Circular A-133*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly we do not express an opinion on the effectiveness of the District's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.



*A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

*Gjeller & Sheddert, Chartered*

November 20, 2014  
Ottawa, Kansas

**Unified School District Number 290  
Ottawa, Kansas**

*SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended June 30, 2014*

**SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements**

Type of auditor's report issued: Unqualified

Internal control over financial reporting

Material weakness(es) identified? No

Significant deficiencies identified not considered to be material weaknesses: None reported

Noncompliance material to financial statements noted? No

**Federal Awards**

Internal control over major programs:

Material weakness(es) identified? No

Significant deficiencies identified not considered to be material weaknesses: None reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, Section .510(a)? No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>	<u>Amount</u>
84.010	Title I Grants to Local Educational Agencies	\$ 547,273
84.027	Special Education Grants to States	474,193
85.027	Special Education Grants to States	21,229
84.173	Special Education Preschool Grants	17,938

Dollar threshold used to distinguish between Type A and Type B programs: \$ 300,000

Auditee qualified as a low-risk auditee? Yes